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CONFIDENTIAL

Acting Deputy Chief (Contracts), Procurement  
Division, CL

16 May 1956

Chief, Engineering Division, CC

Memorandum No.

ENG-6-540

Contracts No. RD-85 and No. XG-1355 with the  
Electronics Production Corporation.

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REF:

Memorandum from Acting Deputy Chief (Contracts), ID, to Engineering  
Division, CC, dated 20 April 1956, Subject: Same as above.

1. The referenced memorandum requests the Engineering Division's  
opinion of the technical competence of the [redacted]  
under its new management.

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2. It is the opinion of this Division that the company is com-  
petent to complete Contract XG-1355 and Task Order 2 of Contract  
RD-85. These programs cover the development of the IS-11 equipment  
and the IS-11 power supplies, respectively. Contract XG-1355 is  
considered 90% complete.

3. Task Order 1 of Contract RD-85, however, is a program aimed  
toward the development and fabrication of a large quantity of special-  
ized modular components. The ideas behind this program form a new  
concept in the development of agent-type equipment. This contract  
is divided into Phase 1, Study; Phase 2, Development; and Phase 3,  
Production. Phase 1 has been completed, and the study report has  
been received and evaluated. Because of the unique nature of the  
development work under this project, it requires a senior electrical  
engineer of wide experience in transmitter and receiver design as  
project engineer, as well as the support of a competent transistor  
engineer. While the [redacted] appears to have an adequate  
staff of senior mechanical and junior electronics engineers, it  
does not have the key men required for our program and is therefore  
not considered technically competent to perform the balance of  
Task 1.

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4. In view of the above, it is our wish that the balance of  
Task 1 of Contract No. RD-85 be cancelled and that the funds re-  
maining in this task be utilized in the continuation of this project  
when a qualified company has been located.

EC-E/R&D-EP/TGW:mmb (15 May 1956)

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cc: ~~R&D~~ R&D Subject Files: RD-85, T.O. 1  
RD-85, T.O. 2  
XG-1355

Reading, Chrono, Dev-ep

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